

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

THE NOTICE OF PURCHASED GAS)	
ADJUSTMENT FILING OF B & H GAS)	CASE NO. 91-127-P
COMPANY, INC.)	

O R D E R

On January 13, 1992, in Case No. 91-127, the Commission approved certain adjusted rates for B & H Gas Company, Inc. ("B & H") and provided for their further adjustment in accordance with its gas cost adjustment ("GCA") clause.

On December 1, 1995, B & H filed its proposed tracking adjustments to reconcile under- and over-recoveries from the quarterly gas cost adjustment mechanism which was formerly in effect.

After reviewing the record in this case and being otherwise sufficiently advised, the Commission finds that:

1. The total actual adjustment ("AA") of (4.84) cents per Mcf reflects B & H's two remaining previous quarter adjustments. B & H should make two additional quarterly filings to reflect the expiration of each previous AA.

2. The adjusted purchased gas cost rate is \$3.7937, .10 cents per Mcf more than the prior rate.

3. The revised rates in the Appendix to this Order are fair, just, and reasonable, in the public interest, and should be effective for service rendered on and after January 1, 1996.

IT IS THEREFORE ORDERED that:

1. The rates in the Appendix to this Order are fair, just, and reasonable and are effective for service rendered on and after January 1, 1996.

2. Within 30 days of the date of this Order, B & H shall file with this Commission its revised tariffs setting out the rates authorized herein.

Done at Frankfort, Kentucky, this 20th day of December, 1995.

PUBLIC SERVICE COMMISSION

Linda K. Breathitt
Chairman

Vice Chairman

Robert M. Davis
Commissioner

ATTEST:

Don Mills
Executive Director

APPENDIX

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 91-127-P DATED DECEMBER 20, 1993.

The following rates and charges are prescribed for the customers in the area served by B & H Gas Company, Inc. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the date of this Order.

RATES:

		<u>Base Rate</u>	<u>Gas Cost Recovery Rate</u>	<u>Total</u>
First	2 Mcf	\$4.7938	\$7.5874	\$12.3812
Next	8 Mcf	1.9788	3.7937	5.7725
Next	20 Mcf	1.5611	3.7937	5.3548
Over	30 Mcf	1.3103	3.7937	5.1040

A surcharge in the amount of 3 cents per Mcf shall be added to the above rates until the obligation owed Kentucky-West Virginia Gas Company has been discharged or is recalculated.